



Michigan Office of the Auditor General REPORT SUMMARY

Financial Audit

Michigan Broadband Development Authority
March 14, 2002 through September 30, 2002

Report Number:
27-285-02

Released:
February 2003

A financial audit determines if the financial statements are fairly presented; considers internal control over financial reporting; and determines compliance with State compliance requirements material to the financial statements. This financial audit of the Michigan Broadband Development Authority (MBDA) was conducted as part of the constitutional responsibility of the Office of the Auditor General.

Financial Statements:

Auditor's Report Issued

We issued an unqualified opinion on MBDA's financial statements.

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Internal Control Over Financial Reporting

We did not identify any material weaknesses in internal control over financial reporting. However, we did identify a reportable condition related to the internal control over financial reporting (Finding 1).

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Noncompliance Material to the Financial Statements

We did not identify any instances of noncompliance applicable to the financial

statements that are required to be reported under *Government Auditing Standards*.

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Background:

MBDA was created by Act 49, P.A. 2002, to assist in the development and utilization of high-speed broadband Internet services and infrastructure across Michigan. MBDA is governed by an 11-member board of directors that consists of the president and chief executive officer of the Michigan Economic Development Corporation, the State Treasurer, the executive director of the Michigan State Housing Development Authority, and 8 members appointed by the Governor with the advice and consent of the Senate.

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A copy of the full report can be
obtained by calling 517.334.8050
or by visiting our Web site at:
www.state.mi.us/audgen/



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